

PUBLIC NOTICE
SALE OF OIL AND GAS LEASES

Office of the Commissioner of Public Lands
P.O. Box 1148
Santa Fe, New Mexico 87504-1148

Public Notice is hereby given pursuant to New Mexico Law 1929, Chapter 125, Section B, as amended, and rules and regulations of the State Land Office, that the Commissioner of Public Lands will hold a sale of oil and gas leases on 18 April 2017, for the tracts of land herein described.

The sale will be held online, in two formats. The sealed bid portion will close at 8:30 am MDT on April 18. The active bidding portion will close sequentially by tract beginning at 10:30 am MDT on April 18. Bidding will commence one week prior to lease sale day.

The sale will be held and conducted in accordance with the following terms and conditions:

The online auction will be conducted by the State Land Office contract auction house, EnergyNet. To view the online tract listing go to www.energynet.com. Prospective bidders must register with EnergyNet at https://www.energynet.com/govt_listing.pl and abide by the terms and conditions therein.

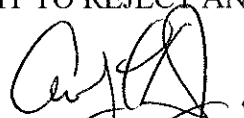
No bids will be considered for less than the whole of any tract, nor for less than the specified minimum acceptable bid. Separate bids must be made for each tract. Leases will be awarded to the highest bidder, if the offer made is deemed to be satisfactory.

The successful bidder in every case of bidding will be required to deposit forthwith, the amount bid, plus the application fee of \$100.00, and to file application in due form before the close of business on said date. The successful bidder in online bidding will be required to make the deposit via electronic fund transfer, as specified on the EnergyNet auction site.

The applications received pursuant hereto will be deemed to have been filed simultaneously. In all cases, leases will be made on the specified Lease Form as set forth in the Sale Notice.

The State Land Office makes no warranty as to the conditions of the lands. Lessees must comply with all applicable federal and state laws or regulations.

THE COMMISSIONER RESERVES THE RIGHT TO REJECT ANY AND ALL BIDS.



AUBREY DUNN
COMMISSIONER OF PUBLIC LANDS

April oil & gas lease sale

The New Mexico State Land Office Oil & Gas lease sale for 18 April 2017 will be held online in both a sealed bid and active bidding format. Online bidding will commence April 11, one week prior to the lease sale date. Sealed bidding will close at 8:30 am MDT on April 18. Active bidding will close sequentially by tract beginning at 10:30 am MDT.

The online auction will be conducted by the State Land Office auction house contractor, EnergyNet. When posted, the online tract listing can be viewed at www.energynet.com. Prospective bidders must register with EnergyNet at https://www.energynet.com/govt_listing.pl and abide by the terms and conditions therein.

PAYMENT FOR ALL WINNING ONLINE LEASES SHALL BE MADE THE DAY OF THE SALE BY WIRE TRANSFER, OR

IN-PERSON AT THE NEW MEXICO STATE LAND OFFICE BY CASH, CHECK, MONEY ORDER, CERTIFIED CHECK, OR ELECTRONIC TRANSFER ON A SOLVENT BANK.

LATE PAYMENTS WILL BE REJECTED AND NO LEASE WILL BE ISSUED FOR THAT TRACT

("The successful bidders shall file proper applications for the leases purchased and shall complete the payment of any balance due on their bids before the closing of the office of the commissioner on the day of the sale." §19-10-17 NMSA 1978.)

To verify wire transfer payment, submit copies of the dated wire instructions (sent to your bank) to swust@slo.state.nm.us; msena@slo.state.nm.us; slopez@slo.state.nm.us by COB on the day of the sale.

When you provide a check as payment, you authorize the State of New Mexico to either use information from your check to make a one-time electronic fund transfer from your account or to process the payment as a check transaction. Please be advised that payments will be drafted from your account immediately upon receipt. ("The successful bidders shall file proper applications for the leases purchased and shall complete the payment of any balance due on their bids before the closing of the office of the commissioner on the day of the sale." §19-10-17 NMSA 1978.)

FEE SCHEDULE FOR BID APPLICATIONS

The New Mexico State Land Office has instituted a new Schedule of Fees, effective 1 July 2016. The fee for an oil & gas lease application (Bid Application at a lease sale) has been increased from \$30 to \$100. The Bid Application form and instructions have been updated to reflect the new fee.

The new fee schedule can be found at the State Land Office web site:

<http://www.nmstatelands.org/uploads/files/Fee%20Schedules/New%20Schedule%20of%20Fees%20%26%20Memo%20June%2030%202016.pdf>

POLICY ON COMMUNICATIONS REGARDING OIL & GAS LEASE SALE NOMINATIONS

Because the listing of oil & gas lease tracts to be offered for bid is neither finalized nor public prior to publication, the State Land Office will not provide notification of whether submitted or internal nominations will be included in a lease sale prior to publication. Notification of inclusion will be in the form of the published lease sale listing.

Acknowledgement of receipt of nominations does not constitute a notification that such nominations will or will not be included in a lease sale.

The State Land Office will no longer track submitted nominations beyond the month they are submitted. Nominated tracts will only be considered for the following month's lease sale. If a nominated tract does not appear in the lease listing, it must be resubmitted the next month in order to be considered for a subsequent lease sale.

To nominate, submit a locational description of the nominated tract to swust@slo.state.nm.us. To be considered for the next month's lease sale, nominations must be submitted two Fridays before the current month's lease sale. Lease sales are held the third Tuesday of each month.

If a nominated tract is included in a lease sale, the nominator must ensure that at least a minimum bid is submitted for the nominated tract. If a nominated tract receives no bids and is withdrawn, no further nominations will be accepted from that nominator.

NEW MEXICO STATE LAND OFFICE
LEASE SALE NOTICE
***** ONLINE SEALED TRACTS *****

Regular Sale - ONLINE SEALED BIDDING COMMENCES APRIL 11, 2017. BIDDING FOR THE SEALED TRACTS WILL CLOSE 8:30am MDT ON APRIL 18, 2017. THE ONLINE AUCTION WILL BE CONDUCTED BY THE SLO CONTRACTOR ENERGYNET.
NOTE : THE FOLLOWING TRACTS WILL BE OFFERED FOR SEALED BID PURSUANT TO THE NOTICES. LEASES FOR THE FOLLOWING TRACTS WILL BE ISSUED ON SECTION 19-10-4.3 NMSA 1978, DEVELOPMENT LEASE FORM, FIVE(5) YEAR TERM, 1/5th ROYALTY, AND HAVE BEEN CLASSIFIED AND CATEGORIZED IN COMPLIANCE WITH 19-10-3 NMSA 1978.

TRACT #		COUNTY	SEC TWP RGE	DESCRIPTION	ACRES (MORE OR LESS)	PRIMARY RENTAL	MINIMUM ACCEPTABLE BID
001	VC-001 (E)	Chaves	12 09S 31E	N2	320.00	\$0.50	\$10,000.00
002	VC-002	Eddy	02 18S 24E	LOT(S) 1, 2, 3, 4, S2N2	320.64	\$1.00	\$10,000.00
003	VC-003 (D)	Eddy	17 18S 24E	N2	320.00	\$1.00	\$10,000.00
004	VC-004 (E)	Lea	06 09S 32E	LOT(S) 1, 2, 3, 4, 5, S2NE4, SE4NW4	317.20	\$0.50	\$10,000.00
005	VC-005 (D, E)	Lea	09 10S 33E	E2	320.00	\$0.50	\$10,000.00
006	VC-006 (D)	Lea	19 10S 33E	E2SW4, SE4	240.00	\$0.50	\$8,000.00
007	VC-007 (D)	Lea	21 10S 33E	E2	320.00	\$0.50	\$10,000.00
008	VC-008 (E)	Lea	16 10S 37E	N2	320.00	\$0.50	\$10,000.00
009	VC-009 (E)	Lea	32 10S 37E	N2	320.00	\$0.50	\$10,000.00
010	VC-010	Lea	09 15S 35E	N2	320.00	\$0.50	\$10,000.00
011	VC-011	Lea	13 16S 32E	N2NE4, SW4NE4, E2NW4	200.00	\$1.00	\$7,000.00
012	VC-012	Lea	24 16S 32E	W2	320.00	\$1.00	\$10,000.00
013	VC-013 (D)	Lea	06 16S 33E	LOT(S) 1, 2, 3, 4, 5, 6, 7, 8	359.27	\$1.00	\$12,000.00
014	VC-014	Lea	29 16S 35E	W2	320.00	\$1.00	\$10,000.00
015	VC-015 (D)	Lea	24 17S 36E	S2	320.00	\$1.00	\$10,000.00
016	VC-016	Lea	10 18S 35E	NE4	160.00	\$1.00	\$5,000.00
017	VC-017	Lea	26 18S 35E	NE4, NE4NW4	200.00	\$1.00	\$7,000.00
018	VC-018 (D)	Lea	02 18S 36E	LOT(S) 1, 2, S2NE4	160.12	\$1.00	\$5,000.00

D: ALL OR PORTION OF SURFACE NON-STATE
E: SUBJECT TO 3/2012 CONSERVATION AGREEMENT

ALL HIGH BIDS ARE SUBJECT TO APPROVAL BY THE COMMISSIONER OF PUBLIC LANDS
Page 1 Of 2

www.nmstatelands.org

***** ONLINE ACTIVE BIDDING TRACTS *****

Regular Sale - ONLINE ACTIVE BIDDING COMMENCES APRIL 11, 2017. BIDDING FOR THE ONLINE ACTIVE BIDDING TRACTS WILL CLOSE SEQUENTIALLY ON APRIL 18, 2017, WITH BIDDING FOR THE FIRST TRACT CLOSING AT 10:30 AM MDT. THE ONLINE AUCTION WILL BE CONDUCTED BY THE SLO CONTRACTOR ENERGYNET.

NOTE : THE FOLLOWING TRACTS WILL BE OFFERED FOR ORAL BID PURSUANT TO THE NOTICES. LEASES FOR THE FOLLOWING TRACTS WILL BE ISSUED ON SECTION 19-10-4.3 NMSA 1978, DEVELOPMENT LEASE FORM, FIVE(5) YEAR TERM, 1/5th ROYALTY, AND HAVE BEEN CLASSIFIED AND CATEGORIZED IN COMPLIANCE WITH 19-10-3 NMSA 1978.

TRACT #	COUNTY	SEC TWP RGE	DESCRIPTION	ACRES (MORE OR LESS)	PRIMARY RENTAL	MINIMUM ACCEPTABLE BID
019 VC-O-001	Chaves	12 09S 31E	S2	320.00	\$0.50	\$10,000.00
020 VC-O-002	Eddy	02 18S 24E	N2SW4, SE4	240.00	\$1.00	\$8,000.00
021 VC-O-003 (D)	Eddy	17 18S 24E	S2SW4, SE4	240.00	\$1.00	\$8,000.00
022 VC-O-004 (E)	Lea	06 09S 32E	LOT(S) 6, 7, E2SW4, SE4	317.73	\$0.50	\$10,000.00
023 VC-O-005 (D, E)	Lea	16 10S 33E	E2	320.00	\$0.50	\$10,000.00
024 VC-O-006 (D)	Lea	19 10S 33E	LOT(S) 3, 4	80.53	\$0.50	\$3,000.00
025 VC-O-007 (E)	Lea	16 10S 37E	S2	320.00	\$0.50	\$10,000.00
026 VC-O-008 (E)	Lea	32 10S 37E	S2	320.00	\$0.50	\$10,000.00
027 VC-O-009	Lea	24 16S 32E	W2NE4, SE4NE4, SE4	280.00	\$1.00	\$9,000.00
028 VC-O-010 (D)	Lea	05 16S 33E	LOT(S) 1, 2, 3, 4, 5, 6, 7	317.56	\$1.00	\$10,000.00
029 VC-O-011 (D)	Lea	06 16S 33E	LOT(S) 9, 10, 11, 12, 13, 14, 15, 16	319.37	\$1.00	\$10,000.00
030 VC-O-012	Lea	17 16S 35E	SE4	160.00	\$1.00	\$5,000.00
031 VC-O-013	Lea	29 16S 35E	SE4	160.00	\$1.00	\$5,000.00
032 VC-O-014 (E)	Lea	16 18S 32E	NE4NE4, S2NE4	120.00	\$1.00	\$4,000.00
033 VC-O-015	Lea	10 18S 35E	S2SW4	80.00	\$1.00	\$3,000.00
034 VC-O-016	Lea	26 18S 35E	E2SE4	80.00	\$1.00	\$3,000.00
035 VC-O-017 (D)	Lea	02 18S 36E	E2SW4, W2SE4	160.00	\$1.00	\$5,000.00

D: ALL OR PORTION OF SURFACE NON-STATE
 E: SUBJECT TO 3/2012 CONSERVATION AGREEMENT

ALL HIGH BIDS ARE SUBJECT TO APPROVAL BY THE COMMISSIONER OF PUBLIC LANDS
 Page 2 Of 2

www.nmstatelands.org

Lease Sale Summary *March 2017*

Total high bids: \$18,556,402

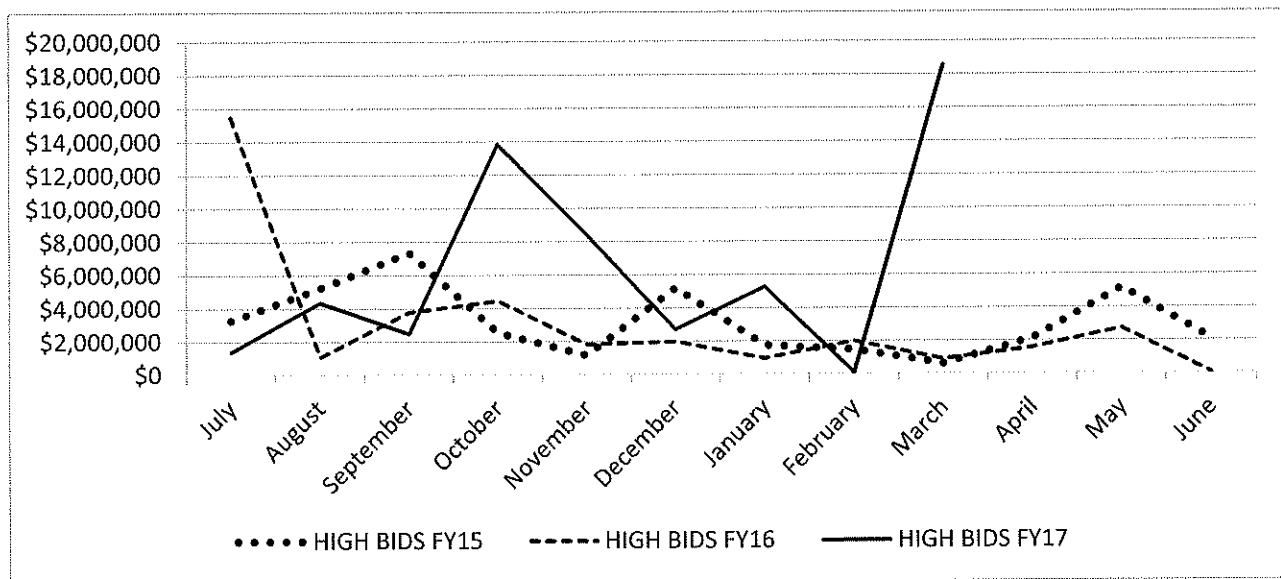
The March lease sale was held online, in sealed and active bidding formats.
Total high bids were \$18,556,402 on 56 tracts covering 16,813 acres, for an average of \$1104/acre.

Sealed: \$9,194,102 on 29 tracts covering 8,831 acres, average of \$1041/acre

Active bidding: \$9,362,300 on 7,981 acres, average of \$1173/acre

Sale Month	Total sale	High tracts	Bid type	Rest	S	T	R
21-Mar	\$18,556,402	\$840,000	S		27	16S	33E
		\$650,106	S		30	16S	33E
		\$2,363,175	S		18	22S	35E
		\$1,440,000	S		16	26S	36E
		\$497,700	A		25	16S	32E
		\$497,700	A		27	16S	33E
		\$2,800,050	A		3	22S	32E
		\$3,500,100	A		18	22S	35E
Total		\$12,588,831		\$5,967,571			
	% Total	68%					

High sealed	\$5,293,281
High active	\$7,295,550



TRACT #	LEASE #	SEC	TWP	RGE	DESCRIPTION	ACRES	BIDDER	BID AMOUNTS	PRICE/ACR
VC-S-001	VC0027 00	36	08S	31E	S2	320.00	BROWNING OIL COMPANY, INC.	\$112,643.20	\$352.01
VC-S-002	VC0028 00	1	09S	31E	LOT(S) 1, 2, 3, 4, S2N2	320.41	BROWNING OIL COMPANY, INC.	\$112,787.52	\$352.01
VC-S-003	VC0029 00	32	09S	34E	N2	320.00	SLASH EXPLORATION LP	\$41,600.00	\$130.00
VC-S-004	VC0030 00	16	09S	37E	N2	320.00	FEATHERSTONE DEVELOPMENT CORP	\$64,827.00	\$202.58
VC-S-005	VC0031 00	29	10S	32E	N2	320.00	BROWNING OIL COMPANY, INC.	\$128,643.20	\$402.01
VC-S-006	VC0032 00	32	10S	32E	N2	320.00	BROWNING OIL COMPANY, INC.	\$128,643.20	\$402.01
VC-S-007	VC0033 00	33	10S	32E	N2	320.00	BROWNING OIL COMPANY, INC.	\$128,643.20	\$402.01
VC-S-008	VC0034 00	8	10S	33E	N2	320.00	BROWNING OIL COMPANY, INC.	\$386,400.00	\$1,207.50
VC-S-009	VC0035 00	10	10S	33E	N2	320.00	BROWNING OIL COMPANY, INC.	\$242,400.00	\$757.50
VC-S-010	VC0036 00	20	10S	33E	W2	320.00	ROCK HOUSE RESOURCES, LLC	\$354,460.80	\$1,107.69
VC-S-011	VC0037 00	21	10S	33E	E2NW4, SW4	240.00	ROCK HOUSE RESOURCES, LLC	\$265,845.60	\$1,107.69
VC-S-012	VC0038 00	1	11S	32E	LOT(S) 1, 2, 3, 4, S2S2 (ALL)	344.68	BROWNING OIL COMPANY, INC.	\$138,564.81	\$402.01
VC-S-013	VC0039 00	3	11S	32E	LOT(S) 1, 2, S2SE4	171.38	BROWNING OIL COMPANY, INC.	\$68,896.47	\$402.01
VC-S-014	VC0040 00	10	11S	32E	N2	320.00	BROWNING OIL COMPANY, INC.	\$128,643.20	\$402.01
VC-S-015	VC0041 00	11	11S	32E	S2	320.00	BROWNING OIL COMPANY, INC.	\$128,643.20	\$402.01
VC-S-016	VC0042 00	31	14S	34E	LOT(S) 1, 2, NE4, E2NW4	322.85	KASTLEFORD LAND COMPANY, LLC.	\$24,751.00	\$76.66
VC-S-017	VC0043 00	6	15S	34E	LOT(S) 3, SE4NW4, E2SW4	167.99	KASTLEFORD LAND COMPANY, LLC.	\$14,050.00	\$83.64
VC-S-018	VC0044 00	25	16S	32E	W2	320.00	MANZANO LLC	\$328,000.00	\$1,025.00
VC-S-019	VC0045 00	27	16S	33E	NE4, W2NW4, SE4NW4	280.00	CIMAREX ENERGY CO.	\$840,000.00	\$3,000.00
VC-S-020	VC0046 00	30	16S	33E	LOT(S) 1, 2, 3, 4, E2W2	321.04	MANZANO LLC	\$650,106.00	\$2,025.00
VC-S-021	VC0047 00	16	17S	37E	N2	320.00	FEATHERSTONE DEVELOPMENT CORP	\$197,634.00	\$617.61
VC-S-022	VC0048 00	25	18S	35E	N2	320.00	ABO EMPIRE, LLC.	\$387,305.00	\$1,210.33
VC-S-023	VC0049 00	18	22S	35E	LOT(S) 1, 2, NE4, E2NW4	315.09	ONENERGY PARTNERS OPERATING,	\$2,363,175.00	\$7,500.00
VC-S-024	VC0050 00	16	24S	36E	N2NE4, SW4NE4, NW4	280.00	SLASH EXPLORATION LP	\$21,140.00	\$75.50
VC-S-025	VC0051 00	16	26S	36E	N2	320.00	ADVANCE ENERGY PARTNERS, LLC	\$1,440,000.00	\$4,500.00
VC-S-026	VC0052 00	14	06S	34E	N2	320.00	MANZANO LLC	\$112,000.00	\$350.00

TRACT #	LEASE #	SEC	TWP	RGE	DESCRIPTION	ACRES	BIDDER	BID AMOUNTS	PRICE/ACR
VC-S-027	VC0053 00	32	07S	33E	N2	320.00	FEDERAL ABSTRACT COMPANY	\$96,100.00	\$300.31
VC-S-028	VC0054 00	7	07S	35E	E2	320.00	FEDERAL ABSTRACT COMPANY	\$144,100.00	\$450.31
VC-S-029	VC0055 00	30	07S	35E	LOT(S) 1, 2, 3, 4, E2W2	308.00	FEDERAL ABSTRACT COMPANY	\$144,100.00	\$467.86
VC-O-001	VC0056 00	36	08S	31E	NE4, S2NW4	240.00	BROWNING OIL COMPANY, INC.	\$42,050.00	\$175.21
VC-O-002	VC0057 00	1	09S	31E	S2	320.00	BROWNING OIL COMPANY, INC.	\$56,100.00	\$175.31
VC-O-003	VC0058 00	32	09S	34E	S2	320.00	BROWNING OIL COMPANY, INC.	\$44,900.00	\$140.31
VC-O-004	VC0059 00	16	09S	37E	SW4, N2SE4, SW4SE4	280.00	FEATHERSTONE DEVELOPMENT CORP	\$35,050.00	\$125.18
VC-O-005	VC0060 00	29	10S	32E	S2	320.00	BROWNING OIL COMPANY, INC.	\$72,100.00	\$225.31
VC-O-006	VC0061 00	32	10S	32E	S2	320.00	TIERRA OIL CO., LLC	\$160,100.00	\$500.31
VC-O-007	VC0062 00	33	10S	32E	S2	320.00	BROWNING OIL COMPANY, INC.	\$72,100.00	\$225.31
VC-O-008	VC0063 00	8	10S	33E	S2	320.00	BROWNING OIL COMPANY, INC.	\$160,100.00	\$500.31
VC-O-009	VC0064 00	10	10S	33E	S2	320.00	BROWNING OIL COMPANY, INC.	\$112,200.00	\$350.63
VC-O-010	VC0065 00	20	10S	33E	E2	320.00	ROCK HOUSE RESOURCES, LLC	\$112,300.00	\$350.94
VC-O-011	VC0066 00	2	11S	32E	LOT(S) 1, 2, 3, 4, S2S2 (ALL)	343.52	BROWNING OIL COMPANY, INC.	\$189,100.00	\$550.48
VC-O-012	VC0067 00	11	11S	32E	N2	320.00	BROWNING OIL COMPANY, INC.	\$72,100.00	\$225.31
VC-O-013	VC0068 00	30	12S	38E	W2NW4, SE4NW4, SW4	280.00	SPECIAL ENERGY CORP	\$62,050.00	\$221.61
VC-O-014	VC0069 00	31	14S	34E	LOT(S) 3, 4, E2SW4, SE4	322.71	FEDERAL ABSTRACT COMPANY	\$39,100.00	\$121.16
VC-O-015	VC0070 00	25	16S	32E	E2	320.00	MANZANO LLC	\$497,700.00	\$1,555.31
VC-O-016	VC0071 00	27	16S	33E	S2	320.00	CIMAREX ENERGY CO.	\$497,700.00	\$1,555.31
VC-O-017	VC0072 00	16	17S	37E	S2	320.00	FEATHERSTONE DEVELOPMENT CORP	\$200,100.00	\$625.31
VC-O-018	VC0073 00	24	18S	35E	S2SW4, SW4SE4	120.00	ABO EMPIRE, LLC.	\$36,050.00	\$300.42
VC-O-019	VC0074 00	7	18S	37E	LOT(S) 3, 4, E2SW4, SE4	319.26	RILEY EXPLORATION GROUP, LLC	\$85,200.00	\$266.87
VC-O-020	VC0075 00	3	22S	32E	SW4	160.00	MRC PERMIAN COMPANY	\$2,800,050.00	\$17,500.31
VC-O-021	VC0076 00	18	22S	35E	LOT(S) 3, 4, E2SW4, SE4	315.59	MARATHON OIL PERMIAN LLC	\$3,500,100.00	\$11,090.66
VC-O-022	VC0077 00	16	24S	36E	S2	320.00	FEDERAL ABSTRACT COMPANY	\$64,100.00	\$200.31
VC-O-023	VC0078 00	32	24S	36E	W2	320.00	FEATHERSTONE DEVELOPMENT CORP	\$180,100.00	\$562.81

TRACT #	LEASE #	SEC	TWP	RGE	DESCRIPTION	ACRES	BIDDER	BID AMOUNTS	PRICE/ACR
VC-O-024	VC0079 00	11	06S	34E	S2S2	160.00	MANZANO LLC	\$40,050.00	\$250.31
VC-O-025	VC0080 00	14	06S	34E	S2	320.00	MANZANO LLC	\$40,200.00	\$125.63
VC-O-026	VC0081 00	32	07S	33E	S2	320.00	CHAVEROO MINERALS, INC.	\$101,100.00	\$315.94
VC-O-027	VC0082 00	20	07S	35E	W2	320.00	FEDERAL ABSTRACT COMPANY	\$90,500.00	\$282.81

**** END OF REPORT ****



Aubrey Dunn
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL
P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760

Fax (505) 827-5766

www.nmstatelands.org

20 January 2015

To the representatives of the oil and gas industry:

In 2012, the New Mexico State Land Office entered into a Candidate Conservation Agreement with Assurances (CCAA) with the United States Fish and Wildlife Service (USFWS) and the Center of Excellence for Hazardous Material Management (CEHMM). The agreement was expanded in 2014.

The purpose of the CCAA is to provide protections for the Lesser Prairie Chicken and Dunes Sagebrush Lizard, while allowing industry activities to continue on State Lands. There are now 404,000 acres of State Lands enrolled in the program.

By enrolling State Lands, the New Mexico State Land Office has provided for program eligibility for lease holders on these lands. Enrolled lands are marked on the oil & gas lease sale tract listing with a footnote.

This is a voluntary program entered into by industry through CEHMM. Information on the program can be found at the CEHMM web site: www.cehmm.org/ccaccaa.

A handwritten signature in black ink, appearing to read "Aubrey Dunn", is written over a faint, larger version of the signature.

Aubrey Dunn
Commissioner of Public Lands



Aubrey Dunn
COMMISSIONER

State of New Mexico
Commissioner of Public Lands
310 OLD SANTA FE TRAIL
P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE
Phone (505) 827-5760
Fax (505) 827-5766
www.nmstatelands.org

**NOTICE:
CULTURAL RESOURCE PROTECTION**

All oil & gas or mineral leases, assigns, and operators conducting drilling, production, injection, or related operations on state trust lands should be aware that it is a criminal offense for any person to knowingly excavate, injure, or destroy cultural property located on state land. [§ 18-6-9, NMSA 1978]. Applicants and lessees should exercise due caution to ensure that cultural properties are not inadvertently excavated, injured, or destroyed by any person. A cultural resource survey prior to any surface disturbing activity may assist in site identification and avoidance of criminal liability associated with disturbance or destruction of sites. Should any activity reveal suspected cultural property, the activity should cease until a site evaluation is made. For further information, please contact the New Mexico State Land Office Oil & Gas Division at 505-827-5774.

CALICHE PITS ON OIL & GAS LEASES

FROM SLO MINERALS RULE 5:

19.2.5.11 USE OF NECESSARILY DISTURBED CALICHE FROM OIL AND GAS LEASE ACREAGE. The commissioner shall make no charge for caliche necessarily moved within the roadbed or within the perimeter of a specific well pad while in the process of developing oil and natural gas under a state oil and gas lease, subject to the following conditions.

A. Only caliche derived from the cellar and reserve pit or cut and fill, which is necessarily disturbed in the process of building an access road and/or that oil and gas well location, may be used without charge.

B. Caliche necessarily disturbed during construction must remain within the boundaries of the oil and gas lease. If excess caliche exists from a necessary disturbance, that caliche may only be moved from that location to another well site within the lease once an operator or lessee of record obtains a permit and compensates the commissioner pursuant to the terms of a community caliche pit permit.

C. Only caliche excavated during cut and fill construction of a well pad or roads built to 19.2.20 NMAC standards will be considered necessarily disturbed.

[5/14/99; 19.2.5.11 NMAC - Rn, 19 NMAC 3. SLO 5.11, 09/30/02]

~~~~~*Do you need New Mexico oil and gas info?*~~~~~

▶▶▶ **USEFUL NEW MEXICO OIL AND GAS LINKS** ◀◀◀

New Mexico State Land Office, leasing/royalty management agency  
for state trust lands: [www.nmstatelands.org](http://www.nmstatelands.org)

New Mexico Tech site for State Land Office ONGARD data  
presentation to the public.  
<http://octane.nmt.edu/slo/>

ONGARD database for open acres and a wealth of other state data  
you didn't know you needed.  
<http://www.ongard.state.nm.us/>

NM Bureau of Geology and Mineral Resources, subsurface geology  
for the state.  
Their publications website: <http://geoinfo.nmt.edu/>

NM Oil Conservation Division, oil industry regulatory agency for  
operating in New Mexico, plus well and  
production data: <http://www.emnrd.state.nm.us/ocd/>



## How may our Oil, Gas, and Minerals Division help you?

**Lease Sales, Nominations,  
Potash Enclave,  
Geophysical Permitting, Geology**

Stephen L. Wust, Ph.D. 505-827-5774  
swust@slo.state.nm.us

**Unitization & Commingling**

Marilyn Gruebel, Ph.D. 505-827-5791

**Bonds, Shut-In Royalty, OGRIDS,  
Lease Expirations, Cancellations,  
Rentals, Assignments,  
Miscellaneous Instruments**

Kenda Montoya 505-827-5749  
Rubel Salazar 505-827-5730  
Ramona Marcus 505-476-0378

**Communitization, Reduced  
Royalty, Engineering**

Niranjan Khalsa 505-827-6628  
Anchor Holm 505-827-5759

**Sand and Gravel, Caliche, General Mining**

Jack Yates 505-827-5750  
Jason Smith 505-827-5743  
Faith Crosby 505-827-5849

**OGMD Office Procedures, Division Administration**

Patrick Padilla, Assistant Commissioner 505-827-4489  
Terry Warnell, Division Director 505-827-5745  
Ed Martin, Deputy Division Director 505-827-5746